SUBSTITUTE FOR HOUSE BILL NO. 5401

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending sections 3702 and 5902 (MCL 324.3702 and 324.5902), as added by 1995 PA 60; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3702. (1) An application for a water pollution control
- 2 tax exemption certificate shall be filed with the state tax
- 3 commission in a manner and in a form as prescribed by the state tax
- 4 commission. The application shall contain plans ALL OF THE
- 5 FOLLOWING:
- 6 (A) PLANS and specifications of the facility, including all
- 7 materials incorporated or to be incorporated in the facility and a
- 8 descriptive list of all equipment acquired or to be acquired by the
- 9 applicant for the purpose of industrial waste pollution control. 7

- 1 together with the
- 2 (B) THE proposed operating procedure for the control facility.
- 3 (C) UNLESS A FACILITY IS PART OF A FARM OPERATION AS DEFINED
- 4 IN SECTION 2 OF THE MICHIGAN RIGHT TO FARM ACT, 1981 PA 93, MCL
- 5 286.472, AN AFFIDAVIT SIGNED AND SEALED BY A LICENSED PROFESSIONAL
- 6 ENGINEER THAT AFFIRMS ALL OF THE FOLLOWING:
- 7 (i) THAT THE ENGINEER HAS INSPECTED THE FACILITY.
- 8 (ii) THAT THE FACILITY MEETS THE DEFINITION OF FACILITY UNDER
- 9 SECTION 3701.
- 10 (iii) THAT THE FACILITY IS DESIGNED AND OPERATED PRIMARILY FOR
- 11 THE CONTROL, CAPTURE, AND REMOVAL OF INDUSTRIAL WASTE FROM THE
- 12 WATER.
- 13 (iv) THAT THE FACILITY MEETS THE INTENT AND PURPOSE OF THIS
- 14 PART AND ANY RULES PROMULGATED UNDER THIS PART.
- 15 (2) Before issuing a certificate, the state tax commission
- 16 shall seek approval of the department and give notice in writing by
- 17 certified mail to the department of treasury and to the assessor of
- 18 the taxing unit in which the facility is located or to be located,
- 19 and shall afford to the applicant and the assessor an opportunity
- 20 for a hearing. Tax TAX exemption granted under this part shall be
- 21 reduced to the extent of any commercial or productive value derived
- 22 from any materials captured or recovered by any facility.
- 23 (3) THE EFFECTIVE DATE OF THE CERTIFICATE IS THE DATE ON WHICH
- 24 THE CERTIFICATE IS ISSUED.
- 25 Sec. 5902. (1) An application for a pollution control tax
- 26 exemption certificate shall be filed with the state tax commission
- 27 in a manner and in a form as prescribed by the state tax

- 1 commission. The application shall contain plans ALL OF THE
- 2 FOLLOWING:
- 3 (A) PLANS and specifications of the facility, including all
- 4 materials incorporated or to be incorporated in the facility and a
- 5 descriptive list of all equipment acquired or to be acquired by the
- 6 applicant for the purpose of AIR pollution control. , together with
- 7 the
- 8 (B) THE proposed operating procedure for the control facility.
- 9 (C) UNLESS A FACILITY IS PART OF A FARM OPERATION AS DEFINED
- 10 IN SECTION 2 OF THE MICHIGAN RIGHT TO FARM ACT, 1981 PA 93, MCL
- 11 286.472, AN AFFIDAVIT SIGNED AND SEALED BY A LICENSED PROFESSIONAL
- 12 ENGINEER THAT AFFIRMS ALL OF THE FOLLOWING:
- 13 (i) THAT THE ENGINEER HAS INSPECTED THE FACILITY.
- 14 (ii) THAT THE FACILITY MEETS THE DEFINITION OF FACILITY UNDER
- 15 SECTION 5901.
- 16 (iii) THAT THE FACILITY IS DESIGNED AND OPERATED PRIMARILY FOR
- 17 THE CONTROL, CAPTURE, AND REMOVAL OF POLLUTANTS FROM THE AIR.
- 18 (iv) THAT THE FACILITY MEETS THE INTENT AND PURPOSE OF PART 55
- 19 AND ANY RULES PROMULGATED UNDER PART 55.
- 20 (2) Before issuing a certificate, the state tax commission
- 21 shall seek approval of the department and give notice in writing by
- 22 certified mail—to the department of treasury and to the assessor of
- 23 the taxing unit in which the facility is located or to be located,
- 24 and shall afford to the applicant and the assessor an opportunity
- 25 for a hearing. Tax A TAX exemption granted under this part shall be
- 26 reduced to the extent of any commercial or productive value derived
- 27 from any materials captured or recovered by any air pollution

- control facility as defined in this part. THE FACILITY. 1
- 2 (3) THE EFFECTIVE DATE OF THE CERTIFICATE IS THE DATE ON WHICH
- THE CERTIFICATE IS ISSUED. 3
- Enacting section 1. Sections 3703 and 5903 of the natural
- resources and environmental protection act, 1994 PA 451, MCL 5
- 324.3703 and 324.5903, are repealed. 6
- Enacting section 2. This amendatory act takes effect 90 days 7
- after the date it is enacted into law. 8